Shainis & Peltzman, Chartered

Counselors at Tate

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(202) 293-0011 Fax (202) 293-0810 Of Counsel William H. DuRoss, III Ruth S. Baker-Battist Robert J. Keller

Aaron P. Shainis Lee J. Peltzman

November 12, 1999

Magalie R. Salas Esq.
Secretary
Federal Communications Commission
Portals II - 12th Street Lobby
Filing Couner - TW-A325
445 12th Street, S.W.
Washington, D.C. 20554

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NOV 1 2 1999

OFFICE OF THE SECRETARY

Re:

MM Docket No. 88-577

Biltmore Forest, North Carolina

Motion to Enlarge

Dear Ms. Salas:

Transmitted herewith, on behalf of Orion Communications Limited, applicant in the above-referenced Commission proceeding, is an original and fourteen (14) copies of its Motion to Enlarge against Liberty Productions, a Limited Partnership.

Please contact the undersigned in the event the Commission has any questions with respect to this filing.

Sincerely.

Lee J/Peltzman

Counsel for

ORION COMMUNICATIONS LIMITED

Enclosure

No. of Copies rec'd 0 +14
List ABCDE

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Before the FEDERAL COMMUNICATIONS COMMISSION Washington D.C. 20554 Before the ISY99 OF THE SECRETARY OF THE SECRETARY

RECEIVED NOV 1 2 1999

In re Applications of) MM Docket No. 88-577
LIBERTY PRODUCTIONS, A LIMITED PARTNERSHIP) File No. BPH-870831MI
WILLSYR COMMUNICATIONS LIMITED PARTNERSHIP) File No. BPH-870831MJ
BILTMORE FOREST BROADCASTING FM, INC.) File No. BPH-870831MK
SKYLAND BROADCASTING COMPANY) File No. BPH-870831ML)
ORION COMMUNICATIONS LIMITED) File No. BPH-870901ME
For a Construction Permit for a New FM Broadcast Station on Channel 243A at Biltmore Forest, North Carolina)))

The Commission To:

MOTION TO ENLARGE

Orion Communications Limited ("Orion"), by its counsel and pursuant to Section 1.229 of the Commission's rules, hereby moves to enlarge the issues in the above-captioned

This Motion to Enlarge is timely filed pursuant to Section 1.229(b) of the Commission's rules. This Motion is filed within fifteen (15) days of the release of a Public Notice, DA 99-2355, which stated that the Commission would be lifting its stay of this hearing proceeding in order to permit the resolution of basic qualifications issues involving Liberty. It is unknown at this time whether the Commission will actually issue an Order, like it did when it stayed this proceeding, setting down procedural dates so that the hearing can recommence. Therefore, in an abundance of caution, Orion is treating the October 28, 1999, Public Notice as the Commission action recommencing the hearing. This Motion to Enlarge is based on facts which have only recently become relevant as a result of the Commission auction. As such, there is good cause for its filing. It should be additionally noted that, pursuant to Section 1.229(d) of the Commission's rules, official notice may be taken of the relevant and material facts which support the addition of issues against Liberty.

proceedings to include the following issues against Liberty Productions, a Limited Partnership ("Liberty"):

- 1. To determine whether Liberty has made misrepresentations to the Commission regarding its eligibility for a New Entrant Bidding Credit.
- 2. To determine in light of the evidence adduced on the foregoing issue whether Liberty is qualified to be a Commission licensee.

In support of its issue request, Orion respectfully submits the following:

- 1. On August 5, 1999, the Commission released a Memorandum Opinion and Order, FCC 99-201, which concluded that the FCC would attribute the mass media interests of investors holding more than a 33% equity and/or debt interest in a broadcast auction bidder claiming a New Entrant Bidding Credit, even if such an interest were non-voting. Two weeks later, on August 19, 1999, the Commission released a Public Notice, DA 99-1663, which again advised applicants taking part in the upcoming broadcast auction of the revision in the eligibility standards for the New Entrant Bidding Credit to be used in broadcast auctions.
- 2. Liberty is a limited partnership, organized under the laws of the State of North Carolina, with one general partner, Valerie J. Klemmer, and one limited partner, David T. Murray. Ms. Klemmer holds a 35% equity interest and Mr. Murray holds a 65% equity interest. National Communications Industries, 5 FCC Red. 2862, 2868 (Adm.L.J., released May 4, 1990).
- 3. Murray Communications is the licensee of Station WLJQ(FM), Colonial Heights, Tennessee. According to an Ownership Report filed for that company with the Commission, David T. Murray, is a 50% general partner in Murray Communications. His wife, Martha R. Murray, is the other 50% general partner. See Exhibit 1.

- 4. Liberty filed its auction application on FCC Form 175 on August 19, 1999. In its application, it claimed that it was eligible for a New Entrant Bidding Credit. See Exhibit 2. Despite the Commission repeated notification that applicants must attribute the mass media interests of investors, like David Murray, holding more than a 33% equity and/or debt interest in the bidder claiming a New Entrant Bidding Credit, Liberty failed to disclose Mr. Murray's ownership interest in Station WLJQ(FM). And, not surprising, the Commission afforded Liberty a 35% New Entrant Bidding Credit, which Liberty had sought, throughout the auction, thereby permitting Liberty to be the high bidder at the FCC auction.
- 5. It is uncontroverted that the Commission must rely heavily on the completeness and accuracy of the submissions made to it, and that applicants in turn have an affirmative duty to inform the Commission of the facts it needs in order to fulfill its statutory mandate. This duty of candor is basic and well known. See RKO General, Inc. v. FCC, 670 F.2d 215, 232 (D.C. Cir. 1981), cert. denied 456 US 927 (1982); Sea Island Broadcasting Corp. v. FCC, 627 F.2d 240, 243 (D.C. Cir.) cert. denied, 449 U.S. 834 (1980). As the Court has noted, "effective regulation is premised upon the agency's ability to depend upon the representations made to it by its licensees...Indeed the FCC would be derelict if it did not hold broadcasters to 'high standards of punctillio,' given the special status of licensees as trustees of a scarce public resource." Leflore Broadcasting Co., Inc. v. FCC, 636 F.2d 454, 461 (D.C. Cir. 1980). Thus, the Commission is entitled to demand complete and absolute candor from those who come before it seeking grants and applicants have an affirmative obligation to disclose all relevant information. See FCC v. WOKO, Inc., 329 U.S. 223, 228-229 1946).
- 6. In this case, it is clear that Liberty has failed to furnish the Commission with complete and accurate information as to its alleged eligibility for a New Entrant Bidding Credit.

Rather than disclosing the true facts as to the ownership interests held by its principals, Liberty chose to be less than candid in hiding those interests. Proof that the Commission was, in fact, misled by Liberty's lack of candor is demonstrated by the fact that the Commission throughout the auction accorded Liberty a New Entrant Bidding Credit which it did not deserve. And, Liberty successfully utilized that New Entrant Bidding Credit to beat the other bidders at the auction. As such, the other applicants who took part in the auction have also been prejudiced by Liberty's misleading filing with the Commission. As noted by the Commission in its Policy Statement Regarding Character Qualifications, 102 FCC 2d 1179, 1210 (1986), truthfulness is one of the key elements of character necessary to operate a broadcast station in the public interest. Honesty in dealing with the Commission is absolutely necessary in order to maintain the integrity of the Commission's processes. 102 FCC 2d at 1211. By concealing its principal's ownership interest from the Commission and seeking a bidding credit which it clearly was not eligible for, Liberty has raised serious questions about whether it possesses the requisite character to hold a Commission license.²

- 7. For the foregoing reasons, issues in this proceeding should be enlarged to include the following issues against Liberty:
 - 1. To determine whether Liberty has made misrepresentations to the Commission regarding its eligibility for a New Entrant Bidding Credit.
 - 2. To determine in light of the evidence adduced on the foregoing issue whether Liberty is qualified to be a Commission licensee.

Pursuant to Section 1.229(e), this will identify those documents which Orion wishes Liberty to produce with respect to the requested issues. Liberty should provide a copy of any

These serious questions regarding Liberty's lack of candor are independent of the other serious questions raised by Liberty's misrepresentation regarding its site availability.

Ownership Reports for Station WLJQ(FM), Colonial Heights, Tennessee, as well as any other stations in which David T. Murray holds ownership interests.

Respectfully submitted,

ORION COMMUNICATIONS LIMITED

Shainis & Peltzman, Chartered 1901 L Street, NW - Suite 290 Washington, D.C. 20036 202 293 0011

Butera & Andrews Suite 500 1301 Pennsylvania Avenue, N.W. Washington, DC 20004 202 347 6785

November 12, 1999

By:

By:

Stephen C. Leckar

Its Attorney

Its Attorney

EXHIBIT 1

RECEIVED

DEC 4 1993

Approved by 0546 3060-0010 Expires 9/30/92

CERTIFICATION

A: Expires #30/82	
United Stones of ArmECC - MAIL ROOM	
Windington, D. C. 2004	of Murray Communications (Exact legal title or name of respondent)
NOTE: Sefere filing out this form, read attached instructions	that I have examined this Report, that to the best of my knowledge and belief, all statements in the Report are true, correct and complete.
Section 310(d) of the Communications Act of 1934 requires that consent of the Commission must be obtained prior to the assignment or transfer of besteol of a station license or construction permit. This form may not be used to report of request an assignment of license/permit or transfer of control fedges to report an assignment of license/permit or transfer of control made pursuant to prior Commission consent).	(Date of certification sweet be within 60 days of the date shown in from 1 and in no event prior to Italy 1 date): DEC. 8 19 92 (Signature) (Date)
All of the information furnished in this Report is accurate as of	Telephone No. of respondent (include area code):
December 8, 1992, 19 (Date must comply with Section 73.3615(a), i.e., information must be current within 60 days of the filing of this report, when 1(a) below is checked.)	Any person who willfully makes false statements on this report can be purished by fine or imprisonment. U.S. Code, Title 18, Section 1001.
This report is filed pursuant to instruction (check one)	Name and Fost Office Address of respondent:
Coll Library Colonial Heights, FM - A Transfer of 1(c) Other Assignment Assignment Coll Library Colonial Heights, FM - A Tennessee	David T. Murray 1028 Woodstone Drive Colonial Heights, TN 37663 4. Name of entry, if other than Boenase or permittee, for which report is filled (see Instruction 3): N/A
Give the name of any corporation or other entity for whom a separate Report is filed due to its interest in the subject licenses (See Instruction 3):	5. Respondent is:
NONE Show the attributable interests in any other broadcast station of the	For-profit corporation
respondent. Also, show any interest of the respondent, whether or not attributable, which is 5% or more of the ownership of any other broadcast station or any newspaper or CATV entity in the same market.	Not-for-profit corporation
or with everlapping eignals in the same broadcast service, as described in Sections 73.3555 and 76.501 of the Commission's Rules.	General Pertneriship
NONE	Limited Partnership
•	
	If a limited partnership, in certification statement included as in instruction 47
	□ Y## □ No N/A 1/4/5

balon's Rubs and Regulations. (Only Romanes, permittees, or a reporting antity with a majority interest in or that Date of Expiration Date of Insention List of contracts and other instructions required to be filled by Section 73.3813 of the Cosm otherwise transfers de facto control ever the auditect licenses or parmittee shell respond.) Description of contract or instrument NONE

Capitalization (Only licensesse, permittaes, or a reporting entity with a majority interest in or that otherwise ceremines de tacto control over the subject licenses or permittee, what respond.)

		-	Humber of Share	of Sheres	
Ches of Stock (preferred, common or other)	Voting or Non-voting	Authorizad	Saused and Outstanding	Transary	Uniseusc
N/A		· -			•

uctions 4, 6 and 6, Remarks concerning family relationships, essiblication enemptions and cardifical

David T. Murray and Martha R. Murray are Husband and Wife 小の事を発に おけ

- List officers, directors, cognizable stockholders and pertrens. Use one column for each individual or entity. Attach additional pages, if recessory. See Instructions 4, 5, and 8.
- line. Shed carefully The numbered items below refer to line numbers in the following table.)
- Name and residence of officer, circutor, cognizable stockholder or pertner (if other than incluidual size show name, address and circumstep of natural person authorized to your the stock). List officers first, then directors and, Susselfer, remaining stockholders and pertners.
- L. Chimmohip.
- I. Office or directorship held.

Į.

- I. Hamber of shares or nature of pertnership interest.
- 5. Number of votes.

- 8. Percentage of votes.
- Other existing attributable interests in any other broadcast station, including nature and size of such interest.
- All other ownership interests of \$% or more (whether or not attributable),
 as well as any corporate officerating or directorable, in broadcast, cable,
 or necespaper entities in the same market or with overlapping algorith in
 the same broadcast service, as described in Sections 73.3555 and 78.521
 of the Commission's fluies, including the nature and size of such interests
 and the position held.

1	David T. Murray 1028 Woodstone Drive Colonial Heights, TN 37663	Martha R. Murray 1028 Woodstone Drive Colonial Heights, TN 3	7663
2	USĄś	USA	
2	-Coneral Partner	General Partner	
4	50%	50%	Ç
		1	-
•	50%	50 %	
7	NONE	NONE _	
	NONE	NONE .	
*	·	· •	

FCC NOTICE TO MIDIVIDUALS REQUIRED BY THE PRIVACY ACT AND THE PAPERWORK REDUCTION ACT

The subclassion of personal information requested in this Report is authorized by the Communications Act of 1934, as amended. The principal purious for which the information will be used is to seeke compliance with the Commission's multiple ownership restrictions. The staff, consisting variously of attorneys and examiners, will use the information to determine such compliance. If all the information requested is not provided, processing may be delayed while a request is rhide-to provide the existing information. Accordingly, every effort should be reads to provide all necessary information. Your response is required to retain your authorization.

THE FOREGOING NOTICE IS REQUIRED BY THE PRIVACY ACT OF 1974, P.L. 55-579, DECEMBER 31, 1974, 8 U.S.C. SEZIGICI AND THE PAPERWORK REDUCTION ACT P.L. 56-511, DECEMBER 11, 1889, 44 U.S.C. 3887.

FCC 323-Page 3 February 1990

EXHIBIT 2

Auction ID		FCC Account No.		
25 Closed Broadcast		0251707163		
Applicant				
Liberty Productions, A Limited Partnership				
Mail Address (No P.O. Boxes)				
89 North Liberty				
City	State		ZIP Code	
Asheville	N	IC	28801	
Applicant Classification				
[] Individual [] Joint Venture [X] Partnership [] Trust [] Corporation [] Consortium [] Association [] LLC [] Govt. Entity		[] Consortium		
Applicant Status/Eligibility				
[] Small Business [] Very Small Business [X] New Entrant		[] Rural Telephone Company [] Minority Owned Business [X] Woman Owned Business [] Noncommerial Educational [] None of the Above		
35 % Bidding Credit Percentage		[] None of the A	.oovc	
Installment Payment Plan				
MX Group No. and Channels selected by applicant.				
SEE BELOW FOR COMPLETE LIST OF CONSTRUCTION PERMITS				
Person(s) authorized to make or withdraw a bid				
(a) Valerie J Klemmer (b) Timothy K Brady (c) Lauren A Colby				
Name of Person Certifying Title of Person Certifying			Certifying	
Valerie J Klemmer			General Partner	
Contact Person	·	E-mail address		
Valerie J Klemmer		tkl	orady@bellsouth.net	

Date	Telephone No.	FAX No.
Aug 19 1999 5:17PM	(828)254-4778	(828)254-6646
Initial Date	Resub Date	Date Last Change
Aug 19 1999 5:17PM		Aug 19 1999 5:17PM
Application Certification		
FILES EXIST		

CONSTRUCTION PERMITS LIST

MX Group No.	Channel	Location	Case File Number	
FM84	- B	iltmore Forest, NC	BPH-870831MI	_

ATTACHMENTS

Type	Date	Description	Contents
Ownership	Aug 19 1999 5:13PM	bilta	6113_1.pdf
Arrangement	Aug 19 1999 5:14PM	biltb	6113_2.pdf
Certification	Aug 19 1999 5:15PM	bilte	6113_3.pdf
Request	Aug 19 1999 5:15PM	biltd	6113_4.pdf
Other	Aug 19 1999 5:16PM	bilte	6113_5.pdf

EXHIBIT A

Applicant

Liberty Productions, A Limited Partnership 89 North Liberty Asheville, NC 28801

Principals

Valerie Klemmer 89 North Liberty Asheville, NC 28801

US Citizen

General Partner

1 Vote

100% voting rights

35% Equity interest

David T. Murray 1028 Woodstone Drive Colonial Heights, TN 37663

US Citizen

Limited Partner

- 0 Votes
- 0% Voting rigths
- 65% Equity interest

The applicant hereby certifies under penalty of perjury that no limited partner is or will be materially involved, directly or indirectly, in the management or operation of the media-related activities of the

partnership.

EXHIBIT B

Applicant currently has no such agreements or understandings to report.

EXHIBIT C

Applicant hereby certifies under penalty of perjury that neither it nor any of its attributable interest holders have any attributable interest in any other media of mass communications as defined in 47 CFR 73.5008

Applicant further certifies under penalty of perjury that no limited partner is or will be materially involved, directly or indirectly, in the management or operation of the media-related activities of the partnership.

EXHIBIT D

Applicant is female owned.

CERTIFICATE OF SERVICE

I, Linda E. Skiles, Office Administrator in the law offices of Shainis & Peltzman, Chartered, do hereby certify that on this 12th day of November, 1999, copies of the foregoing document were sent, via first-class United States Mail, postage pre-paid, to the following persons:

Timothy K. Brady, Esq. P. O. Box 71309 Newman, GA 30271-1309

Stephen Yelverton, Esq. c/o Ludwig & Robinson Suite 500 North 601 13th Street, N.W. Washington, D.C. 20005

Donald J. Evans, Esq. Donelan, Cleary, Wood & Maser 1100 New York Avenue, N.W. Washington, D.C. 20005

Robert DePont, Esq. 140 South Street P. O. Box 386 Annapolis, MD 21404

John Riffer, Esq.*
Associate General Counsel
Federal Communications Commission
445 12th Street, S.W. - Room 8-A660
Washington, D.C. 20554

Linda E. Skiles

*Via Hand Delivery